Case 1:10-cv-02577-RMB-HBP Document 34 Filed 07/26/11 Page 1 of 24

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UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

MICHAEL DWECK,

Plaintiff, : 10 Civ. 2577 (RMB) (HBP)

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REPORT AND

<u>RECOMMENDATION</u>

DOC #:

DIANA AMADI and MALIBU DENIM CO., :

Defendants. :

PITMAN, United States Magistrate Judge:

TO THE HONORABLE RICHARD M. BERMAN, United States District Judge,

## I. <u>Introduction</u>

On January 25, 2011, the Honorable Richard M. Berman, United States District Judge for the Southern District of New York, referred this matter to me to conduct an inquest concerning plaintiff's damages and attorney's fees in connection with his claims against defendants Diana Amadi and Malibu Denim Company. The inquest was ordered as a result of Judge Berman's Order dated January 25, 2011 noting defendants' default.

Pursuant to the Order of Reference, I issued a Scheduling Order on February 7, 2011 directing plaintiff to serve and file proposed findings of fact and conclusions of law, along with evidentiary materials supporting his claim for damages, by April 7, 2011. My February 7, 2011 Scheduling Order further directed defendants to submit responsive materials by May 9, 2011. Specifically, my Order provided:

Defendants shall submit their response to Plaintiff's submission, if any, no later than May 9, 2011. IF DEFENDANTS (1) FAIL TO RESPOND TO PLAINTIFF'S SUBMISSIONS, OR (2) FAIL TO CONTACT MY CHAMBERS BY MAY 9, 2011 AND REQUEST AN IN-COURT HEARING, IT IS MY INTENTION TO ISSUE A REPORT AND RECOMMENDATION CONCERNING DAMAGES ON THE BASIS OF PLAINTIFF'S WRITTEN SUBMISSIONS ALONE WITHOUT AN IN-COURT HEARING. See Transatlantic Marine Claims Agency, Inc. v. Ace Shipping Corp., 109 F.3d 105, 111 (2d Cir. 1997); Fustok v. ContiCommodity Services Inc., 873 F.2d 38, 40 (2d Cir. 1989) ("[I]t [is] not necessary for the District Court to hold a hearing, as long as it ensured that there was a basis for the damages specified in a default judgment.").

(Docket Item 29 at 1-2) (emphasis in original).

On or about April 7, 2011, plaintiff filed Proposed Findings of Fact and Conclusions of Law along with supporting affidavits (Docket Items 30-33).

Copies of my February 7, 2011 Scheduling Order were sent to defendants at the following addresses:

Ms. Diana Amadi P.O. Box 8147 Calabasas, California 91372

Ms. Diana Amadi 6203 Variel Avenue Los Angeles, California 90025 Malibu Denim 23777 Mulholland Highway SPC #140 Calabasas, California 91302-2716

Malibu Denim P.O. Box 8147 Calabasas, California 91302

Malibu Denim 6203 Variel Avenue Los Angeles, California 90025

Malibu Denim 1530 Camden Avenue, PH 2 Los Angeles, California 90025-8016

None of the copies have been returned to me. Nevertheless, defendants have not made any written submission to me, nor have they contacted my chambers in any way.

Accordingly, on the basis of the complaint and the affidavits previously submitted by plaintiff and his counsel, I respectfully recommend that the Court make the following findings of fact and conclusions of law and award plaintiff \$100,000.00 in statutory damages and \$450.00 in attorney's fees and costs.

## II. Findings of Fact

### A. The Parties

1. Plaintiff Michael Dweck, a New York resident, is a professional art photographer whose work has appeared in publications such as Voque, GQ, Vanity Fair, and Esquire. Plaintiff's

work has been exhibited in galleries around the world (Complaint ("Compl.") $^1$  ¶¶ 2, 8; Declaration of Edward C. Greenberg, Esq., dated March 30, 2011 ("Greenberg Decl.") ¶ 7).

- 2. Defendant Diana Amadi is the "principal of, owner, and driving force behind Malibu Denim Company." She is a resident of California, residing at 1530 Camden Avenue, PH2, Los Angeles, CA 90025-8016 (Compl.  $\P\P$  3, 9).
- 3. Defendant Malibu Denim Company is "an unincorporated business entity maintaining its principle [sic] place of business at 1530 Camden Avenue, PH2, Los Angeles, CA 90025-8016." The company produces jeans for retail sale throughout the United States, including New York. The jeans can also be purchased through the Internet (Compl. ¶¶ 4, 16).

¹ As a result of defendants' default, all the allegations of the Complaint, except as to the amount of damages, must be taken as true. Bambu Sales, Inc. v. Ozak Trading Inc., 58 F.3d 849, 854 (2d Cir. 1995); Greyhound Exhibitgroup, Inc. v. E.L.U.L. Realty Corp., 973 F.2d 155, 158 (2d Cir. 1992); Trans World Airlines, Inc. v. Hughes, 449 F.2d 51, 70 (2d Cir. 1971), rev'd on other grounds, 409 U.S. 363 (1973); Robinson v. Sanctuary Record Groups, Ltd., 542 F. Supp. 2d 284, 289 (S.D.N.Y. 2008) (Marrero, D.J.); Wing v. East River Chinese Rest., 884 F. Supp. 663, 669 (E.D.N.Y. 1995); Deshmukh v. Cook, 630 F. Supp. 956, 959 (S.D.N.Y. 1986) (Conner, D.J.).

# B. Plaintiff's Copyrighted Work

- 4. The copyrighted work at issue in this litigation is a photographic image entitled "Sonya, Poles, Montauk, NY 2002" ("The Image"). The Image depicts a young, naked woman holding a surfboard and running down a beach. The Image appears on the cover of plaintiff's book, The End: Montauk N.Y. (Compl. ¶ 11).
- 6. Single prints of The Image have sold for prices ranging from \$2,000 to \$22,000. In June 2009, one print sold for \$17,000 at Christie's Fine Art Auction House. Plaintiff has sold 62 prints of The Image in total (Compl. ¶¶ 14, 15).
- 7. The Image has been featured in magazines such as Vogue, GQ, Vanity Fair, and Esquire, and has been exhibited in various galleries around the world, including the Louvre Museum in Paris, France (Affidavit of Michael Dweck, dated March 30, 2011 ("Dweck Aff.") ¶ 7).
- 8. Plaintiff's book, <u>The End: Montauk, N.Y.</u>, has had gross sales of over \$550,000, with 7,500 copies having been sold (Dweck. Aff.  $\P$  6).

## C. <u>Defendant's Infringement</u>

- 9. Defendants' offending use of The Image commenced in or around 2009 (Compl.  $\P$  18).
- 10. Defendants used The Image without the plaintiff's authorization, license, or consent (Compl.  $\P$  27).
- 11. Defendants employed The Image in the advertising, promotion, and sale of their jeans. The infringement included the use of The Image on a hang tag that was attached to each garment (Compl.  $\P$  17 and Ex. D thereto).
- 12. Plaintiff requested from defendants an accounting of the offending uses of The Image, which defendants did not provide (Compl.  $\P$  25).
- 13. Defendants were aware of the Complaint and directly addressed its claims in several e-mails with plaintiff made prior to the filing of this action (Plaintiff's Proposed Findings of Fact and Conclusions of Law, dated April 7, 2011 ("Pl's Proposed Findings") ¶ 8; Greenberg Decl. ¶ 9 and Exhibit D thereto).
- 14. Defendants use of the images was willful, intentional, and in bad faith. The offending use continued unabated through the filing of the Complaint on March 17, 2010, despite actual notice from plaintiff (Compl.  $\P$  29).

## D. Plaintiff's Damages

- 15. Defendants use of The Image diminished its value in the fine art market and created the risk of alienating plaintiff's customer base. The defendants' use also has the effect of devaluing all of plaintiff's art work (Compl.  $\P$  19).
- 16. Due to defendant's failure to appear, plaintiff cannot conduct discovery, and is thus unable to ascertain defendants' actual financial benefit from the use of The Image (Pl's Proposed Findings  $\P$  11).

# E. Plaintiff's Attorney's Fees

- 17. Plaintiff has been represented throughout this action by the firm of Edward C. Greenberg, PC on a modified contingency basis (Greenberg Decl. ¶ 33 and Ex. H thereto).
- 18. Plaintiff's counsel estimates that no less than \$20,000 has been spent on the matter thus far (Greenberg Decl.  $\P$  33).
- 19. Plaintiff's counsel requests attorney's fees "in the amount of \$60,000 (40% of the maximum statutory award)" (Greenberg Decl.  $\P$  35).

## III. Conclusions of Law

### A. Jurisdiction and Venue

- 20. This action arises under the Copyright Laws of the United States. The Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331, 1338.
- 21. The court has long-arm jurisdiction over defendants to New York Civ. Prac. Law & Rules § 302 because defendants regularly supplied goods into New York and violated plaintiff's exclusive right under 17 U.S.C. § 106(3) to distribute copies of The Image in New York.
- 22. Venue is proper in this District because defendants are subject to jurisdiction in this District. 28 U.S.C. § 1391(b)-(c). Venue is also proper in this District because defendants' distribution of the unauthorized copies of The Image in New York State and this District constitutes a substantial part of the events giving rise to the claims set forth in the complaint.
- 23. Because plaintiff owns the federal registration covering The Image, he has standing to bring this action. 17 U.S.C. § 411(a).

## B. Defendants' Infringement and Plaintiff's Damages

- 24. As the owner of the copyright identified in paragraph 5, plaintiff holds the exclusive right to duplicate the images covered by that copyright, including The Image. 17 U.S.C. § 106(1).
- 25. Defendants' unauthorized duplication of The Image infringed plaintiff's exclusive rights and renders defendants liable for either plaintiff's damages, defendants' profits or statutory damages. 17 U.S.C. §§ 501, 504(a). Plaintiff has elected to seek statutory damages (Pl's Proposed Findings ¶¶ 16-17).
- 26. Title 17, United States Code, Section 504 provides, in pertinent part:

### (c) Statutory Damages . - -

- (1) Except as provided by clause (2) of this subsection, the copyright owner may elect, at any time before judgment is rendered, to recover, instead of actual damages and profits, an award of statutory damages for all infringements involved in the action, with respect to any one work, for which any one infringer is liable individually, or for which any two or more infringers are liable jointly and severally, in a sum of not less than \$750 or more than \$30,000 as the court considers just. For the purposes of this subsection, all the parts of a compilation or derivative work constitute one work.
- (2) In a case where the copyright owner sustains the burden of proving, and the court finds, that in-

fringement was committed willfully, the court in its discretion may increase the award of statutory damages to a sum of not more than \$150,000. In a case where the infringer sustains the burden of proving, and the court finds, that such infringer was not aware and had no reason to believe that his or her acts constituted an infringement of copyright, the court in its discretion may reduced the award of statutory damages to a sum of not less than \$200 . . .

- 27. The Court has broad discretion, within the statutory limits, in awarding statutory damages. Fitzgerald Publ'q

  Co. v. Baylor Publ'g Co., 807 F.2d 1110, 1116 (2d Cir. 1986); NFL

  v. PrimeTime 24 Joint Venture, 131 F. Supp. 2d 458, 472 (S.D.N.Y. 2001) (Peck, M.J.).
- 28. In awarding statutory damages, the Court is required to consider various factors, including the expenses saved and profits reaped by the defendant, the revenues lost by the plaintiff, the value of the copyright, the deterrent effect of the award on other potential infringers, and factors relating to individual culpability. Fitzgerald Publ'g Co. v. Baylor

  Publ'g Co., supra, 807 F.2d at 1117; Getaped.com, Inc. v. Cangemi, 188 F. Supp. 2d 398, 403 (S.D.N.Y. 2002) (Hellerstein, D.J.); Guess?, Inc. v. Gold Ctr. Jewelry, 997 F. Supp. 409, 411 (S.D.N.Y. 1998) (Kaplan, D.J.); Schwartz-Liebman Textiles v. Last Exit Corp., 815 F. Supp. 106, 108 (S.D.N.Y. 1992) (Mukasey, D.J.).

- Where, as here, the defendant has defaulted, the complaint's allegations of willfulness can be taken as true. Pitbull Prods., Inc. v. Universal Netmedia, Inc., 07 Civ. 1784 (RMB)(GWG), 2007 WL 3287368 at \*3 (S.D.N.Y. Nov. 7, 2007) (Report & Recommendation) (Gorenstein, M.J.); <u>Jett v. Ficara</u>, 04 Civ. 9466 (RMB) (HBP), 2007 WL 2197834 at \*7 (S.D.N.Y. July 31, 2007) (Report & Recommendation) (Pitman, M.J.); Malletier v. Whenu.Com, Inc., 05 Civ. 1325 (LAK), 2007 WL 257717 at \*4 (S.D.N.Y. Jan. 26, 2007) (Kaplan, D.J.); Kenneth J. Lane, Inc. v. Heavenly Apparel, Inc., 03 Civ. 2132 (GBD) (KNF), 2006 WL 728407 at \*6 (S.D.N.Y. Mar. 21, 2006) (Daniels, D.J.); Peer Int'l Corp. v. Max Music & Entm't, Inc., 03 Civ. 0996 (KMW) (DF), 2004 WL 1542253 at \*3 (S.D.N.Y. July 9, 2004) (Report & Recommendation) (Freeman, M.J.); Tiffany (NJ) Inc. v. Luban, 282 F. Supp. 2d 123, 124 (S.D.N.Y. 2003) (Marrero, D.J.); Fallaci v. New Gazette Literary Corp., 568 F. Supp. 1172, 1173 (S.D.N.Y. 1983) (Sand, D.J.).
- 30. Moreover, willfulness is established by the fact that The Image itself was copied and used on the hang tags of the garments. "To prove 'willfulness' under the Copyright Act, the plaintiff must show (1) that the defendant was actually aware of the infringing activity, or (2) that the defendant's actions were the result of 'reckless disregard' for, or 'willful blindness' to, the copyright holder's rights." Island Software & Computer

Serv., Inc. v. Microsoft Corp., 413 F.3d 257, 263 (2d Cir. 2005); Yurman Design, Inc. v. PAJ, Inc., 262 F.3d 101, 112 (2d Cir. 2001) ("Willfulness in this context means that the defendant recklessly disregarded the possibility that its conduct represented infringement.") (inner quotations and citations omitted); Engel v. Wild Oats, Inc., 644 F.Supp. 1089, 1092 (S.D.N.Y. 1986) (Carter, D.J.) (willful infringement where defendant used photograph from copyrighted book in the manufacture of t-shirts and sweat shirts).

- 31. The fact that The Image itself -- not one that is similar to it or arguably inspired by it -- is depicted on the hang tags of the jeans is compelling evidence that defendants deliberately copied plaintiff's work. There is no accidental or innocent explanation for the presence of The Image on the hang tags. In fact, several photographs attached to an e-mail from defendants to plaintiff bear an unmistakable similarity to Mr. Dweck's famous photograph, demonstrating that defendants attempted to replicate The Image using their own models before resorting to simply copying it (Ex. D, Greenberg Decl.).
- 32. Plaintiff seeks an award of the maximum statutory damages allowed, \$150,000 (Pl's Proposed Findings  $\P$  41).
- 33. I have concluded that plaintiff is entitled to an award of statutory damages of \$100,000. Defendants acted wil-

fully here, which demonstrates that an award at the higher end of the range of permissible damages is appropriate. Defendants also derived commercial benefit from The Image, using it to attract potential purchasers of their products. An undated e-mail correspondence indicates that "[t]otal revenue since [Malibu Denim's] launch has been around [€]200,000," or approximately \$285,000 (Ex. F, Greenberg Decl.). Finally, it must be noted that "[t]he nature of plaintiff's copyright -- ownership of a rarefied, artistic subject matter -- is unusually susceptible to damage when reproduced on the rather less rarefied medium."

Engel v. Wild Oats, Inc., supra, 644 F. Supp. at 1092. Here, the widespread reproduction of plaintiff's artistic Image on the medium of a garment hang tag undoubtedly tarnished its artistic value.

34. On the other hand, although there can be very little doubt that the hang tag featuring The Image improved the marketability of the jeans, it was not the only factor responsible for their sales. More likely, the hang tag was of incidental significance compared to other factors, primarily the qualities of the jeans themselves. Although the hang tag contributed to the marketing of defendants' jeans, it is unlikely that any consumers purchased defendants' jeans solely on the basis of the

hang tag. This suggests that something less than the maximum permissible amount of statutory damages is appropriate.

35. Accordingly, I conclude that \$100,000.00 is sufficient to compensate plaintiff for any damage he suffered, to strip defendants of their ill-gotten gains and to deter similar infringements in the future.

### C. Pre-judqment Interest

- 36. Plaintiff also seeks "9% interest, compounded annually from the date of the filing of the action" (Greenberg Decl.  $\P$  25).
- forbids prejudgment interest on an award of statutory damages.

  The Second Circuit has not yet spoken on this issue." Barclays

  Capital Inc. v. Theflyonthewall.com, 700 F. Supp. 2d 310, 329

  (S.D.N.Y. 2010) (Cote, D.J.) rev'd on other grounds, 10-1372-CV,

  2011 WL 2437554 (2d Cir. June 20, 2011). Other Courts of Appeals in other Circuits and courts in this District have concluded that prejudgment interest may be awarded, in the court's discretion, on statutory damages under the Copyright Act. Barclays Capital

  Inc. v. Theflyonthewall.com, supra, 700 F. Supp. 2d at 329

  (listing authority); see also TVT Records v. Island Def Jam Music

Group, 279 F. Supp. 2d 366, 409 (S.D.N.Y. 2003) (Stanton, D.J.),
rev'd on other grounds, 412 F.3d 82 (2d Cir. 2005).

I conclude that prejudgment interest should be awarded from the date of the filing of the action, March 22, 2010, to the entry of judgment. "[T]he rate of interest used in awarding prejudgment interest rests firmly within the sound discretion of the trial court." Ingersoll Mill. Mach. Co. v. M/V Bodena, 829 F.2d 293, 311 (2d Cir. 1987) (emphasis in original). Although "[t]here is no federal statutory rate for prejudgment interest," several courts have chosen to adopt the rate contained in 28 U.S.C. § 1961, which is used in calculating postjudgment interest. Softel, Inc. v. Dragon Med. & Scientific Communications Ltd., 891 F. Supp. 935, 944 (S.D.N.Y. 1995) (Cederbaum, D.J.), order aff'd and remanded sub nom., 118 F.3d 955 (2d Cir. 1997); see also Fendi Adele S.R.L. v. Burlington Coat Factory Warehouse Corp., 689 F. Supp. 2d 585, 618 n.11 (S.D.N.Y. 2010) (Sand, D.J.) (listing authority). Consequently, plaintiff's specific request for "9% interest, compounded annually," which is likely predicated upon New York State law, should be denied. Plaintiff should instead receive prejudgement interest "at a rate equal to the weekly average 1-year constant maturity Treasury yield . . . for the calendar week preceding the date of the

judgment." 28 U.S.C. § 1961.

#### D. Attorney's Fees

- 39. Plaintiff also seeks an award of the attorney's fees and costs incurred in bringing this action (Compl.  $\P$  32).
- 40. Section 505 of the Copyright Act allows the prevailing party to recover full costs and grants the Court discretion to award reasonable attorney's fees. 17 U.S.C. § 505; see Fogerty v. Fantasy, Inc., 510 U.S. 517, 533 (1994) (identifying several non-exclusive factors relevant to an award of attorney's fees including "frivolousness, motivation, objective unreasonableness and the need in particular circumstances to advance considerations of compensation and deterrence");

  Kepner-Tregoe, Inc. v. Vroom, 186 F.3d 283, 289 (2d Cir. 1999) (the award of attorney's fees "is also justified based on the court's finding of willfulness"); Twin Peaks Prods., Inc. v. Publ'ns Int'l, Ltd., 996 F.2d 1366, 1383 (2d Cir. 1993) ("the prevailing party in a copyright action is ordinarily entitled to fees at the trial level").
- 41. "The most useful starting point for determining the amount of a reasonable fee is the number of hours reasonably expended on the litigation multiplied by a reasonable hourly rate." Arbor Hill Concerned Citizens Neighborhood Ass'n v.

County of Albany, 522 F.3d 182, 186 (2d Cir. 2008), quoting

Hensley v. Eckerhart, 461 U.S. 424, 433 (1983). This figure was

previously referred to as the "lodestar," but in Arbor Hill the

Second Circuit abandoned the use of this metaphor as unhelpful.

Arbor Hill Concerned Citizens Neighborhood Ass'n v. County of

Albany, supra, 522 F.3d at 190; see also Green v. Torres, 361

F.3d 96, 98 (2d Cir. 2004) (per curiam) ("'[T]he starting point

for the determination of a reasonable fee is the calculation of

the lodestar amount.'"), quoting Quarantino v. Tiffany & Co., 166

F.3d 427, 425 (2d Cir. 1999); Hnot v. Willis Group Holdings Ltd.,

01 Civ. 6558 (GEL), 2008 WL 1166309 at \*1 (S.D.N.Y. Apr. 7, 2008)

(Lynch, D.J.).

42. The hourly rates used in making a fee award should be "what a reasonable, paying client would be willing to pay."

Arbor Hill Concerned Citizens Neighborhood Ass'n v. County of Albany, supra, 522 F.3d at 184. This rate should be "in line with those [rates] prevailing in the community for similar services by lawyers of reasonably comparable skill, experience and reputation." Blum v. Stenson, 465 U.S. 886, 896 n.11 (1984); accord Reiter v. MTA New York City Tran. Auth., 457 F.3d 224, 232 (2d Cir. 2006). In determining what a reasonable hourly rate is, the court should not only consider the rates approved in other cases in the District, but should also consider any evidence

offered by the parties. Farbotko v. Clinton Co., 433 F.3d 204, 208-09 (2d Cir. 2005). The Court is also free to rely on its own familiarity with prevailing rates in the District. A.R. ex rel. R.V. v. New York City Dep't of Educ., 407 F.3d 65, 82 (2d Cir. 2005); Miele v. New York State Teamsters Conf. Pension & Ret. Fund, 831 F.2d 407, 409 (2d Cir. 1987). Finally, the Second Circuit has also identified the following factors that a court should consider in determining what a reasonable client would be willing to pay:

the complexity and difficulty of the case, the available expertise and capacity of the client's other counsel (if any), the resources required to prosecute the case effectively (taking account of the resources being marshaled on the other side but not endorsing scorched earth tactics), the timing demands of the case, whether an attorney might have an interest (independent of that of his client) in achieving the ends of the litigation or might initiate the representation himself, whether an attorney might have initially acted pro bono (such that a client might be aware that the attorney expected low or non-existent remuneration), and other returns (such as reputation, etc.) that an attorney might expect from the representation.

Arbor Hill Concerned Citizens Neighborhood Ass'n v. County of Albany, supra, 522 F.3d at 184. In all cases, "the fee applicant has the burden of showing by 'satisfactory evidence -- in addition to the attorney's own affidavits' -- that the requested hourly rates are the prevailing market rates." Farbotko v.

Clinton Co., supra, 433 F.3d at 209, guoting Blum v. Stevenson, supra, 465 U.S. at 896 n.11.

- time sheets, which "reflect most, but not all of the time spent on [the] case" (Greenberg Decl. ¶ 33). The time sheets show that the matter was handled by Tamara Lannin (\$250.00/hr), Richard Walker (\$250.00/hr), and "LwClk" (\$65.00/hr), who collectively performed 48.31 hours of work totaling \$10,992 (Ex. I, Greenberg Decl.). According to plaintiff's counsel, "[not] all of the hours worked were recorded because this is a contingency case," and the actual attorney's fees are "believed to be no less than \$20,000" (Greenberg Dec. ¶ 33.). Nevertheless, plaintiff's counsel requests "attorneys' fees in the amount of \$60,000 (40% of the maximum statutory award)" (Greenberg Decl. 35). Assuming that the hours indicated on the contemporaneous time sheets are an accurate reflection of the time spent on the case, this works out to a rate of approximately \$1241.98/hr.
- 44. Despite the considerable fees requested, plaintiff's counsel has provided no information about the experience or expertise of the attorneys involved in the matter or the prevailing market rates for the type of work performed. Thus, plaintiff's counsel has failed to submit "satisfactory evidence" in support of the requested fees, making it impossible to deter-

mine whether a reasonable, paying client would be willing to retain their services at the rates they seek. For this reason, I am denying plaintiff's request for attorney's fees without prejudice to renewal. Because plaintiff's counsel has failed to demonstrate that their hourly rate was reasonable, it is not necessary to determine whether they expended a reasonable number of hours on the matter.

### E. Costs and Disbursements

ments in the total amount of \$650.00. This figure is the sum of the fee to file this action (\$350.00) the cost of sending the summons and complaint (\$100.00), and the "Statutory Fee" pursuant to New York Civil Practice Law and Rules ("C.P.L.R.") § 8201(1) (\$200.00). I conclude that the filing fee (\$350.00) and the cost of sending the summons and complaint (\$100.00) are reasonable and are recoverable. Duke v. County of Nassau, No. 97-CV-1495 (JS), 2003 WL 23315463 at \*6 (E.D.N.Y. Apr. 14, 2003) ("Courts have continuously recognized the right for reimbursement of costs such as photocopying, postage, [and] transportation"). The "Statutory Fee" of \$200.00 pursuant to New York C.P.L.R. § 8201(1), however, is not recoverable. See 1st Bridge LLC v. 682 Jamaica Ave., LLC, 08-CV-3401 (NGG) (MDG), 2010 WL 4608326 at \*6 (E.D.N.Y. July 13,

2010) (Report & Recommendation) (Go, M.J.) ("[S]ince the statutory costs pursuant to the C.P.L.R. are not applicable to a case brought in federal court, I recommend that they not be awarded."). Thus, I recommend awarding plaintiff costs and disbursements in the amount of \$450.00.

## E. <u>Injunctive Relief</u>

- 46. Finally, plaintiff seeks injunctive relief against the continued infringement of The Image (Compl. at  $\P$  44).
- 47. "To obtain a permanent injunction, [the plaintiff] must demonstrate (1) actual success on the merits and (2) irreparable harm." Gucci America, Inc. v. Duty Free Apparel, Ltd., 286 F. Supp. 2d 284, 290 (S.D.N.Y. 2003) (Marrero, J.).
- 48. Plaintiff has established success on the merits; defendants' default constitutes an admission of liability.

  Pitbull Prods., Inc. v. Universal Netmedia, Inc., supra, 2007 WL 3287368 at \*6; Dunkin' Donuts, Inc. v. Peter Romanofsky, Inc.,

  No. CV-05-3200 (SJ) (JMA), 2006 WL 2433127 at \*6 (E.D.N.Y. Aug. 8, 2006).
- 49. Plaintiff has also demonstrated irreparable harm.

  "In a copyright action the existence of irreparable injury is presumed upon a showing of a prima facie case of copyright infringement."

  Video Trip Corp. v. Lightning Video, Inc., 866

F.2d 50, 51-52 (2d Cir. 1989); see also Island Software & Computer Serv., Inc. v. Microsoft Corp., No. CV-01-750 (WDW), 2006 WL 1025915 at \*2 (E.D.N.Y. Apr. 13, 2006) ("[W]hen a copyright plaintiff has established liability and a threat of continuing infringement, he is entitled to an injunction.").

50. Thus, I also recommend that defendants Diana Amadi and Malibu Jeans Company be permanently enjoined from any further infringements of The Image.

## IV. Conclusion

For all the foregoing reasons, I recommend that plaintiff recover against defendants Diana Amadi and Malibu Denim Co. statutory damages in the amount of \$100,000.00, with prejudgment interest calculated from the date of the filing of the action, and costs and disbursements in the amount of \$450.00. I further recommend that plaintiff's request for attorney's fees be denied without prejudice to renewal. Finally, I recommend that a permanent injunction be entered, enjoining Diana Amadi and Malibu Denim Co. from further infringement of The Image.

### V. OBJECTIONS

Pursuant to 28 U.S.C. § 636(b)(1)(C) and Rule 72(b) of the Federal Rules of Civil Procedure, the parties shall have

fourteen (14) days from receipt of this Report to file written objections. See also Fed.R.Civ.P. 6(a). Such objections (and responses thereto) shall be filed with the Clerk of the Court, with courtesy copies delivered to the Chambers of the Honorable Richard M. Berman, United States District Judge, 500 Pearl Street, Room 650, and to the Chambers of the undersigned, 500 Pearl Street, Room 750, New York, New York 10007. Any requests for an extension of time for filing objections must be directed to Judge Berman. FAILURE TO OBJECT WITHIN FOURTEEN (14) DAYS WILL RESULT IN A WAIVER OF OBJECTIONS AND WILL PRECLUDE APPELLATE REVIEW. Thomas v. Arn, 474 U.S. 140, 155 (1985); United States v. Male Juvenile, 121 F.3d 34, 38 (2d Cir. 1997); IUE AFL-CIO Pension Fund v. Herrmann, 9 F.3d 1049, 1054 (2d Cir. 1993); Frank v. Johnson, 968 F.2d 298, 300 (2d Cir. 1992); Wesolek v. Canadair Ltd., 838 F.2d 55, 57-59 (2d Cir. 1988); McCarthy v. Manson, 714 F.2d 234, 237-238 (2d Cir. 1983).

Dated: New York, New York
July 26, 2011

Respectfully submitted,

HENRY PITMAN

United States Magistrate Judge

## Copies mailed to:

Edward C. Greenberg, Esq. Edward C. Greenberg P.C. 570 Lexington Avenue 17th Floor
New York, New York 10022

Ms. Diana Amadi P.O. Box 8147 Calabasas, California 91372

Ms. Diana Amadi 6203 Variel Avenue Los Angeles, California 90025

Malibu Denim 23777 Mulholland Highway SPC #140 Calabasas, California 91302-2716

Malibu Denim P.O. Box 8147 Calabasas, California 91302

Malibu Denim 6203 Variel Avenue Los Angeles, California 90025

Malibu Denim 1530 Camden Avenue, PH 2 Los Angeles, California 90025-8016